Case 2:12-cv-00841-RSL Document 4 Filed 05/14/12 Page 1 of 11 IN THE UNITED STATES DISTRICT COURT 1 WESTERN DISTRICT OF WASHINGTON 2 AT SEATTLE 3 No. 2:12-mc-00076-JPD 4 The Honorable James P. Donohue 5 HENDRICKS & LEWIS, PLLC, CLINTON'S MOTION TO STAY 6 PROCEEDINGS PENDING A Plaintiff, 7 DECISION BY THE JUDICIAL PANEL ON v. 8 MULTIDISTRICT LITIGATION GEORGE CLINTON, OR, ALTERNATIVELY, TO 9 DISMISS THIS ACTION Defendant. AND RELIEVE HIM FROM THE 10 APRIL 30, 2012 ORDER FOR LACK 11 OF SERVICE UNDER RULE 12(B)(4), RULE 12(B)(5), AND/OR 12 **RULE 60(B)(1) AS INADVERTENCE OR SURPRISE** 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 1

Case 2:12-cv-00841-RSL Document 4 Filed 05/14/12 Page 2 of 11

	=
1	TABLE OF CONTENTS Page
2	TABLE OF AUTHORITIES
3	
4	INTRODUCTION
5	BACKGROUND
6	ARGUMENT
7 8	I. A STAY WILL PROMOTE JUDICIAL ECONOMY BY AVOIDING DUPLICATIVE LITIGATION AND INCONSISTENT RULINGS
9	II. THE BALANCE OF HARDSHIPS FAVORS A STAY
10	CONCLUSION
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	

TABLE OF AUTHORITIES 1 2 Page(s) CASES 3 Blalock v. Depuy Orthopedics, Inc., 4 5 Eggart v. A.L.S. Enterprises, Inc., 6 7 Emerson v. Lincoln Elec. Holdings, Inc., 8 9 Freisthler v. DePuy Orthopaedics, Inc., 10 Fuller v. Amerigas Propane, Inc., 11 12 Gonzalez v. Merck & Co., Inc., 13 14 Good v. Prudential Ins. Co. Am., 15 In re Aetna, Inc., 16 17 In re First Nat'l Bank, Heavener, Okla. (First Mortgage Revenue Bonds) Sec. Litig., 18 19 In re Payless ShoeSource, Inc., 20 21 Jones v. Deutsche Bank AG, 22 Landis v. N. Am. Co., 23 24 Lopez v. Tyson Foods, Inc., 25 26 Mailblocks, Inc. v. Spam Arrest, LLC, 27 28

	Case 2:12-cv-00841-RSL Document 4 Filed 05/14/12 Page 4 of 11
1 2 3	Mathis v. Bristol-Myers Squib Co., No. Civ. A. 03-0308, 2003 WL 1193668 (E.D. La. Mar. 12, 2003)
4 5	In re Food Lion, Inc., 73 F.3d 528, 531-32 (4th Cir. 1996)
6 7 8	Rivers v. The Walt Disney Co., 980 F. Supp. 1358 (C.D. Cal. 1997)
9 10	No. 05-630, 2005 WL 1565839 (S.D. III. June 22, 2005)
11 12	28 U.S.C. § 1407
13	
14 15	74
16 17	
18	
19 20	
21	
22 23	
24 25	
26	
27 28	

INTRODUCTION

Defendant George Clinton ("Clinton") respectfully moves this Court to temporarily stay further proceedings in this action pending resolution of Clinton's motion before the Judicial Panel on Multidistrict Litigation (the "Panel") seeking centralization and transfer of this action and six related actions pursuant to 28 U.S.C. § 1407. As set forth below, courts typically impose stays while motions are pending before the Panel. Moreover, a stay of proceedings in this case is warranted here because the prejudice to Clinton without a stay, coupled with considerations of judicial economy and the risk of inconsistent rulings, far outweighs the possibility of any minimal prejudice to Plaintiff Hendricks & Lewis, PLLC ("H&L").

BACKGROUND

H&L instituted this action on April 20, 2012¹, requesting an order directing Clinton to appear for a Judgment Debtor Exam. On April 30, 2012, this Court directed Clinton to appear to answer concerning certain judgments entered against him in *Hendricks & Lewis, PLLC v. Clinton*, No. 2:10-cv-00253-JCC (W.D. Wash).

On May 14, 2012, Clinton petitioned the Panel to centralize and transfer this action coupled with six others that are now pending in four different federal courts around the country. A Notice of the Panel Motion is filed contemporaneously herewith. Like this action, the other six actions arise out of H&L's efforts to enforce the judgments against Clinton in *Hendricks & Lewis, PLLC v. Clinton*, No. 2:10-cv-00253-JCC (W.D. Wash).

Pursuant to 28 U.S.C. § 1407, the Panel may transfer multiple actions involving "one or more common questions of fact" to a single district for coordinated or consolidated pretrial proceedings when doing so will serve the "convenience of parties and witnesses and will

¹ I, George Clinton, state that I was not served with, or had notice of these events until May 6, 2012 when papers were delivered to a New York, New York venue where I was performing. H&L's filing is an initial pleading that should have been served according to the provisions of Fed. R. Civ. 4. Even if it was proper to file the motion in this matter and serve it pursuant to Fed. R. Civ. P. 5, H&L's service was ineffective as I was never personally served. Accordingly, this action should be dismissed for improper service.

promote the just and efficient conduct of such motions." On prior occasions, where, as here, the issues involved are sufficiently complex and centralization would further judicial economy, the Panel has ordered centralization and transfer even if there are as few as two cases. *See, e.g., In re First Nat'l Bank, Heavener, Okla. (First Mortgage Revenue Bonds) Sec. Litig.*, 451 F. Supp. 995, 997 (J.P.M.L. 1978) (centralization was "necessary, even though only two actions are involved, in order to prevent duplicative pretrial proceedings and eliminate the possibility of inconsistent pretrial rulings."); *see also In re Okun*, 609 F. Supp. 2d 1380 (J.P.M.L. 2009) (centralizing two actions); *In re Payless ShoeSource, Inc.*, 609 F. Supp. 2d 1372 (J.P.M.L. 2009) (same); *In re Aetna, Inc.*, 609 F. Supp. 2d 1370 (J.P.M.L. 2009) (same).

ARGUMENT

It is axiomatic that an Article III Court may stay litigation as part of its inherent power to "control the disposition of the causes on its docket with economy of time and effort for itself, for counsel and for litigants." *Landis v. N. Am. Co.*, 299 U.S. 248, 254 (1936). Courts routinely exercise this power pending a decision by the Panel. *See, e.g. Good v. Prudential Ins. Co. Am.*, 5 F. Supp. 2d 804, 809 (N.D. Cal. 1998) (noting courts "frequently grant stays pending a decision by the" Panel); *Rivers v. The Walt Disney Co.*, 980 F. Supp. 1358, 1362 (C.D. Cal. 1997) (finding that "a majority of courts have concluded that it is often appropriate" to issue a stay pending a decision from the Panel).

When considering whether to grant a motion to stay pending a decision from the Panel, courts consider three factors: (1) judicial economy, *i.e.*, whether judicial resources would be saved by avoiding duplicative litigation and inconsistent rulings; (2) hardship and inequity to the moving party if the action is not stayed; and (3) potential prejudice to the nonmoving party if the case is stayed. *Rivers*, 980 F. Supp. at 1360; *see also Blalock v. Depuy Orthopedics, Inc.*, No. C-11-04746-SBA, 2011 WL 6217540, at *1 (N.D. Cal. Dec. 14, 2011). Because promoting judicial economy is the principle purpose of the Panel, this factor is particularly

important in the stay analysis. *See Good*, 5 F. Supp. 2d at 809. Here, all three factors strongly favor a stay.

I. A STAY WILL PROMOTE JUDICIAL ECONOMY BY PREVENTING DUPLICATIVE LITIGATION AND INCONSISTENT RULINGS

Staying this action while Clinton's motion to centralize and transfer is pending will

undoubtedly advance the fundamental objective of Section 1407 of conserving judicial resources through the centralization of similar cases pending across different federal judicial districts. *See, e.g., In re Food Lion, Inc.*, 73 F.3d 528, 531-32 (4th Cir. 1996). Allowing an individual action to proceed while the Panel makes a determination on transfer would undermine that objective. *See, e.g., Eggart v. A.L.S. Enterprises, Inc.*, No. CV-09-0107-FVS, 2009 WL 1587904, at *1 (E.D. Wash. June 2, 2009) ("A stay ensures that there is consistent treatment of numerous lawsuits and that judicial resources are not wasted"); *Rivers*, 980 F. Supp. at 1360 (holding that, absent a stay, "this Court will have needlessly expended its energies familiarizing itself with the intricacies of a case that would be heard by another judge").

By contrast, a short stay here will conserve judicial resources by ensuring that seven similar actions do not proceed separately before seven judges in different federal district courts around the country. *See, e.g., Eggart*, 2009 WL 1587904, at *1 (holding that a stay pending decision by the Panel will "further the policies of judicial economy, efficiency, and consistency"); *Gonzalez v. Merck & Co., Inc.*, No. CV-07-3034-LRS, 2007 WL 2220286, at *2 (E.D. Wash. Aug. 2, 2007) (holding that case is stayed pending a decision from the Panel because of "well settled case law that dictates that a stay should be granted to promote judicial economy"); *Walker v. Merck & Co., Inc.*, No. 05-630, 2005 WL 1565839, at *2 (S.D. Ill. June 22, 2005) (granting stay because "it is almost certain that the transferee court will hear and decide many of the same issues Plaintiffs ask this Court to tackle").

In addition, granting a stay will avoid the risk of inconsistent rulings on pretrial motions. *See, e.g., Blalock*, 2011 WL 6217540, at *2 ("A stay is generally granted pending transfer when it would avoid the needless duplication of work and the possibility of inconsistent rulings."); *Mailblocks, Inc. v. Spam Arrest, LLC*, No. CV-03-0077, 2003 WL 22319080, at *2 (W.D. Wash. June 9, 2003) ("The interests of consistency and judicial economy favor a stay.").

As noted above, the core factual issue in this case overlaps with six other pending actions that are subject to Clinton's pending motion before the Panel. This Court should not be burdened with the duplication of efforts of the eventual transferee court. Accordingly, a stay will promote judicial economy by avoiding duplicative litigation and inconsistent rulings.

II. THE BALANCE OF HARDSHIPS ALSO FAVORS A STAY

The remaining two factors germane to a stay request also weigh in favor of staying the present action. If this case were permitted to proceed in this Court pending the Panel's disposition of Clinton's motion, Clinton would be required to litigate the same issues and be subject to the same discovery in this Court as the transferee court. *See, e.g., Blalock*, 2011 WL 6217540, at *2 ("[T]he potential burden of engaging in duplicative litigation weighs heavily in favor of staying these proceedings pending MDL transfer); *Fuller v. Amerigas Propane, Inc.*, Nos. 09-2493, 09-2616, 2009 WL 2390358, at *2 (N.D. Cal. Aug. 3, 2009) (finding that stay would not cause any meaningful prejudice to the plaintiff where "both cases for which MDL treatment is sought are in very early procedural stages," but "there is some hardship [on the defendants] associated with the effort required to conduct discovery in multiple cases that may be rendered pointless or redundant by the decision of the MDL panel"); *Emerson v. Lincoln Elec. Holdings, Inc.*, No. 09-6004-CV-SJ-GAF, 2009 WL 690181, at *1 (W.D. Mo. Mar. 12, 2009) ("[T]he potential for duplicative motion practice and discovery proceedings demonstrate that judicial economy and prejudice to the defendants weight heavily in favor of [a] stay.").

Here, the prejudice to Clinton resulting from not staying this case far outweighs any potential prejudice. Not only would duplicative litigation lead to unnecessary and burdensome costs, it would expose Clinton to potentially inconsistent rulings.

Conversely, H&L would suffer minimal, if any, prejudice form a slight delay in prosecution of its case. *See, e.g., Mailbocks, Inc.*, 2003 WL 22319080, at *3 (holding that "neither party would suffer undue prejudice from a stay" because "[n]one of the pending motions is particularly pressing" and "the delay resulting from the say is unlikely to be unduly lengthy"); *Emerson*, 2009 WL 690181, at *1 ("potential prejudice to Plaintiffs is minimal" where duration of the stay – "until the JPML makes its final determination" – "would be short"); *Lopez v. Tyson Foods, Inc.*, 8:06-CV-459, 2008 WL 4186242, at *2 (D. Neb. Sept. 8, 2008) (granting stay because plaintiffs would not "suffer any prejudice by a brief stay," but defendants, "[i]n contrast," would be prejudiced by "additional discovery or motion practice" that could "create duplicative and potentially inconsistent obligations").

Moreover, the fact that this case has only just begun, and H&L has yet to invest significant time and resources in this proceeding, strongly supports a stay. *See Jones v. Deutsche Bank AG*, No. C 04-5357 JW (RS), 2007 WL 951811, at *1 (N.D. Cal. Mar. 28, 2007) (acknowledging that risk of prejudice to either party as a result of stay in proceedings is low at outset of litigation); *Mathis v. Bristol-Myers Squib Co.*, No. Civ. A. 03-0308, 2003 WL 1193668, at *1 (E.D. La. Mar. 12, 2003) (granting a motion to stay, pending a decision by the Panel, premised on the case having been "newly filed").

Simply stated, the prejudice to Clinton without a stay, coupled with considerations of judicial economy and the risk of inconsistent rulings, far outweighs the possibility of any minimal prejudice to H&L. See, e.g. Freisthler v. DePuy Orthopaedics, Inc., No. CV 11-6580 DSF, 2011 WL 4469532 (C.D. Cal. Sept. 21, 2011) (granting a stay and concluding that "any inconvenience to Plaintiff will be minimal and is outweighed by the greater interest in

Case 2:12-cv-00841-RSL Document 4 Filed 05/14/12 Page 10 of 11

promoting consistency and predictability in the entire litigation should this case be transferred"); Walker, 2005 WL 1565839, at *2 ("[W]hile Plaintiffs might be subjected to some delay as a result of the issuance of a stay, that prejudice does not outweigh the judicial economy interests."). For this reason itself, Clinton's motion should be granted. See Mailblocks, LLC, 2003 WL 22319080 ("Litigation should be stayed to permit the MDL panel to decide a motion to consolidate if the stay would achieve gains in judicial economy and consistency that outweigh the prejudice the parties would suffer from delay.").

CONCLUSION

For the foregoing reasons, respectfully requests this Court to temporarily stay further proceedings in this action pending resolution of Clinton's motion before the Panel.

Dated: May 11, 2012

Respectfully submitted,

GEORGE CLINTON

By: Appearing Pro Se

George Clinton 1300 Hendrix Road Tallahassee, Florida 32301-4904

(832) 264-0428

legal@georgeclinton.com

1 **CERTIFICATE OF SERVICE** 2 I hereby certify that on May 14, 2012, a copy of the foregoing Clinton's Motion to Stay 3 Proceedings Pending a Decision by the Panel on Multidistrict Litigation or, Alternatively, to 4 5 Dismiss This Action and Relieve Him from The April 30, 2012 Order for Lack of Service 6 Under Rule 12(b)(4), Rule 12(b)(5), and/or Rule 60(b)(1) as Inadvertence or Surprise was 7 served by regular U.S. mail to the following addresses: 8 Clerk of Court 9 United States District Court for the Western District of Washington U.S. Courthouse 10 700 Stewart Street, Suite 2310 Seattle, WA 98101 11 12 Katherine Hendricks Hendricks and Lewis, PLLC 13 901 Fifth Avenue Suite 4100 Seattle, WA 98164 14 Email: kh@hllaw.com 15 /s/ George Clinton 16 George Clinton 17 18 19 20 21 22 23 24 25 26 27 28